



Senate Fiscal Agency  
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# BILL ANALYSIS

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House Bill 5614 (as introduced)

Committee: Appropriations

<b>FY 2003-04 Year-to-Date Gross Appropriation .....</b>	<b>\$3,107,818,700</b>
<b>Changes from FY 2003-04 Year-to-Date:</b>	
1. <b>Debt Service.</b> Increase for scheduled debt service payments and issuance of \$200 million in new bonds for 17 previously-deferred capacity projects.	35,687,800
2. <b>Grants to Other Departments.</b> Transportation services provided by other departments.	1,604,300
3. <b>Federal Planning and Research.</b> Federal funding increase for planning activities associated with Federal-aid eligible projects.	3,000,000
4. <b>Highway Maintenance.</b> Increase for related highway maintenance costs, including additional lane miles, materials, and equipment purchases.	4,816,900
5. <b>Federal Highway Funding.</b> Increase in Federal funding for State and local road and bridge projects.	163,346,100
6. <b>Local Bridge Funding.</b> Shift funding (\$25.6 million) from State bridges to local bridges associated with proposal to split one cent of the gasoline tax revenue. Under 1997 amendments to PA 51 of 1951, one cent of the gasoline tax revenue is dedicated for State bridges.	0
7. <b>Aeronautics Program.</b> Increase in air service program and airport improvement programs associated with additional revenue.	1,100,000
8. <b>Bureau of Multi-Modal Transportation Services.</b> Increase to support on-going operations of public transportation and freight service program administrative costs.	1,300,000
9. <b>Federal Transit Funding.</b> Net increase in Federal transit funding for various programs.	6,600,000
10. <b>Federal High Speed Rail Funding.</b> Decrease in available Federal capital funds for Detroit to Chicago high speed rail development.	(2,000,000)
11. <b>State Road and Bridge Funding.</b> Decrease in State-restricted revenue for State and local road agencies for highway and bridge projects, primarily the result of the elimination of one-time trailer registration fee revenue deposited in the Michigan Transportation Fund.	(50,199,100)
12. <b>Bus Capital.</b> Reduction associated with Comprehensive Transportation Fund revenue availability.	(6,374,100)
13. <b>Employee-related Savings.</b> After factoring economic increases for FY 2004 and FY 2005, undesignated savings of 5% of salary and wages are applied to the budget.	(8,979,300)
14. <b>Economic Adjustments.</b> Economic adjustments included for FY 2004 and FY 2005.	34,923,400
15. <b>Other Changes.</b> Human resource consolidation savings (\$117,100), forest road inspection stations (\$40,000), internal transfers, and various funding shifts.	(157,100)
Total Changes .....	184,668,900
<b>FY 2004-05 Governor's Recommendation .....</b>	<b>\$3,292,487,600</b>

**Changes from FY 2003-04 Year to Date:**

1. **Standard Sections.** The Governor's budget contains the following standard sections: state spending (201), Management and Budget Act (202), definitions (203), civil service billing (204), Internet reporting (208), information technology user fees (259), information technology work projects (260), buy American/Michigan (261).
2. **Deleted Sections.** The Governor's budget deletes the following current-year sections: privatization (207), buy American (209), deprived communities (210), report retention (211), legislative district funding report (303), biennial internal auditor report (314), rest area maintenance (319), county all-season road map (352), contractor prompt payment (353), local Federal project review (357), Multi-Modal Transportation Service Bureau report (361), public outreach on emergency vehicles (362), Michigan Technological University grant (363), public outreach on full-service gas stations (364), Kalamazoo Federal priority project criteria (404), Treasury audits of local road agencies (502), use of traffic congestion criteria (603), unsafe pedestrian crossings funding (607), forest road inspection stations (608), dead deer removal (610), contractor incentives/disincentives (612) rail abandonment report (703), essential intercity bus corridors (709), CTF fund balance estimate (715), Regional Transportation Coordinating Council bus funding cap (727), alternative rail passenger services (728), DARTA funding (729), intercity bus service security (730), Detroit intermodal rail freight terminal (731), statewide maritime study (733)
3. **Contingency Funds.** The Governor's budget includes Federal, State-restricted, private, and local contingency fund language (Sec. 206).
4. **Construction Zone Traffic Enforcement and "Give 'em a Brake".** The Governor's budget modifies language to provide funding for enhanced construction zone enforcement and the "Give 'em a Brake" campaign. Current language requires \$500,000 whereas the proposed language provides up to \$500,000 (Sec. 324).
5. **Interdepartmental Grants.** The Governor's budget includes language authorizing transportation grants to other departments in excess of the amounts appropriated in the budget, based on documented costs. (Sec. 504).
6. **Amtrak Subsidy.** The Governor's budget removes language dealing with customer complaint monitoring, reporting on service, ridership, and subsidies. The budget also eliminates language that would prohibit a subsidy if Amtrak discontinues service during the preceding fiscal year (Sec. 711).

Date Completed: 3/1/2004

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